AMENDED IN ASSEMBLY APRIL 27, 1999 AMENDED IN ASSEMBLY APRIL 6, 1999

CALIFORNIA LEGISLATURE-1999-2000 REGULAR SESSION

ASSEMBLY BILL

No. 1197

Introduced by Assembly Member Firebaugh

February 26, 1999

An act to amend Sections 76140 and 89706 of the Education Code, relating to public postsecondary education.

LEGISLATIVE COUNSEL'S DIGEST

AB 1197, as amended, Firebaugh. Public postsecondary education: residency.

Existing law establishes the California Community Colleges under the administration of the Board of Governors of the California Community Colleges. Existing law authorizes the establishment of community college districts under the administration of community college governing boards, and authorizes these districts to provide instruction at community college campuses throughout the state. Existing law authorizes community college districts to admit, and charge a tuition fee for, nonresident students in accordance with specified criteria.

Existing law establishes the California State University and authorizes the operation of its various campuses under the administration of the Trustees of the California State University. Existing law authorizes the trustees, on the basis of demonstrated financial need and scholastic achievement,

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to waive entirely, or reduce below the minimum rate, the tuition fee of a nonresident student, as defined.

Existing law prescribes residency requirements for students at public institutions of postsecondary education, including, among others, the campuses of the California Community Colleges and the California State University. With respect to alien students, existing law specifies that an alien, including an unmarried minor alien, may establish his or her residence unless precluded by the federal Immigration and Nationality Act from establishing domicile in the United States.

This bill would require that a student, including an alien precluded from establishing California student residency because of federal law, who has attended high school in California for 3 or more years, and who has graduated from a California high school. be exempted, under specified circumstances, from nonresident tuition paying at Community Colleges California State California or the University. The bill would also make various technical, nonsubstantive changes to the provisions relating to residency with respect to attendance at campuses of the California Community Colleges and the California State University.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- SECTION 1. Section 76140 of the Education Code is 1 amended to read:
- 76140. (a) A community college district may admit and shall charge a tuition fee to nonresident students. The district may exempt from all or parts of the fee any person described in paragraph (1) or (2):
- (1) All nonresidents who enroll for six or fewer units. Exemptions made pursuant to this paragraph shall not be made on an individual basis. 9

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(2) Any nonresident who is both a citizen and resident 10 11 of a foreign country, if the nonresident has demonstrated 12 a financial need for the exemption. Not more than 10 percent of the nonresident foreign students attending any community college district may be so exempted. **—3— AB 1197**

Exemptions made pursuant to this paragraph may be made on an individual basis.

(b) A community college district may contract with a state, a county contiguous to California, the federal government, or a foreign country, or an agency thereof, for payment of all or a part of a nonresident student's tuition fee.

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- (c) Nonresident students shall not be reported equivalent students (FTES) for 10 apportionment purposes, provided bv except as subdivision (k) or another statute, in which case a 12 nonresident tuition fee may not be charged.
- (d) The nonresident tuition fee shall be set by the 14 governing board of each community college district not 15 later than February 1 of each year for the succeeding 16 fiscal year. The governing board of each community college district shall provide nonresident students with 18 notice of nonresident tuition fee changes during the spring term before the fall term in which the change will 20 take effect. Nonresident tuition fee increases shall be gradual, moderate, and predictable. The fee may be paid 22 in installments, as determined by the governing board of 23 the district.
- (e) The fee established by the governing board of a 25 community college district pursuant to subdivision (d) 26 shall represent for nonresident students enrolled in 30 27 semester units or 45 quarter units of credit per fiscal year 28 (1) the amount that was expended by the district for the 29 expense of education as defined by the California 30 Community College Budget and Accounting Manual in 31 the preceding fiscal year, increased by the projected 32 percent increase in the United States Consumer Price 33 Index as determined by the Department of Finance for 34 the current fiscal year and succeeding fiscal year and 35 divided by the FTES (including nonresident students) 36 attending in the district in the preceding fiscal year, (2) the expense of education in the preceding fiscal year of all districts increased by the projected percent increase in the United States Consumer Price Index as determined 40 by the Department of Finance for the fiscal year and

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succeeding fiscal year and divided by the FTES (including nonresident students) attending all districts 3 during the preceding fiscal year, (3) an amount not to 4 exceed the fee established by the governing board of any 5 contiguous district, or (4) an amount not to exceed the 6 amount that was expended by the district for the expense of education, but in no case less than the statewide average as set forth in paragraph (2). However, if for the district's preceding fiscal year FTES of all students 10 attending in the district in noncredit courses is equal to, or greater than, 10 percent of the district's total FTES attending in the district, the district, in calculating the 12 amount in paragraph (1), may substitute, instead, the 14 data for expense of education in grades 13 and 14 and 15 FTES in grades 13 and 14 attending in the district.

- (f) The governing board of each community college 17 district also shall adopt a tuition fee per unit of credit for 18 nonresident students enrolled in more or less than 15 19 units of credit per term by dividing the fee determined 20 in subdivision (e) by 30 for colleges operating on the 21 semester system and 45 for colleges operating on the 22 quarter system and rounding to the nearest whole dollar. The same rate shall be uniformly charged nonresident 24 students attending any terms or sessions maintained by 25 the community college. The rate charged shall be the rate established for the fiscal year in which the term or session ends.
- (g) In adopting a tuition fee for nonresident students, 29 the governing board of each community college district 30 shall consider nonresident tuition fees community colleges in other states.
 - (h) Any loss in district revenue generated by the nonresident tuition fee shall not be offset by additional state funding.
- 35 (i) Any community college district that has fewer than 36 1,500 FTES and whose boundary is within 10 miles of another state that has a reciprocity agreement with 38 California governing student attendance and fees may exempt students from that state from the mandatory fee

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requirement described in subdivision (a) for nonresident students.

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- (j) Any community college district that has more than 1,500, but less than 3,001, FTES and whose boundary is within 10 miles of another state that has a reciprocity agreement with California governing student attendance and fees may, in any one fiscal year, exempt up to 100 from the that state mandatory requirement described in subdivision (a) for nonresident 10 students.
- (k) The attendance of nonresident students who are exempt pursuant to subdivision (i) or (j) from mandatory fee requirement described in subdivision (a) 14 for nonresident students may be reported as resident FTES for state apportionment purposes. Any nonresident reported as resident **FTES** student a apportionment purposes pursuant to subdivision (i) or 18 (j) shall pay a fee of forty-two dollars (\$42) per course unit. That fee is to be included in the FTES adjustments described in Section 76330 for purposes of computing apportionments.
- (l) Any Notwithstanding any other provision of law, 23 *any* including alien precluded student, an establishing California residency by reason of subdivision 25 (h) of Section 68062, who has attended high school in 26 California for three or more years, who has graduated from a California high school, and who obtains admission to a California community college within one year of high school graduation or on or before January 1, 2001, shall be exempt from nonresident tuition. In order to avail himself or herself of the exemption provided by this subdivision, student precluded from establishing California residency by subdivision (h) of Section 68062 shall submit a declaration to the community college he or she attends declaring his or her intent to seek the legalization of his or her immigration status.
- SEC. 2. Section 89706 of the Education Code is 37 38 amended to read:
- 39 89706. (a) The trustees may, on the demonstrated financial need and scholastic achievement,

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waive entirely, or reduce below the rate, or the minimum rate, fixed by Section 89705, the tuition fee of a nonresident student, as defined in Section 68018, who is a citizen and resident of a foreign country, who is an undergraduate student of exceptional scholastic ability and prior scholastic achievement, and who is enrolled in a course of study of no less than 10 semester units.

- 8 (b) The number of reductions and waivers granted by 9 the trustees under this section shall at no time exceed $7^{1}/_{2}$ 10 percent of the nonresident undergraduate students who 11 are citizens and residents of a foreign country, then 12 enrolled in the California State University.
- (c) Any Notwithstanding any other provision of law, 13 14 *any* student, including an alien precluded 15 establishing California residency by reason of subdivision 16 (h) of Section 68062, who has attended high school in 17 California for three or more years, who has graduated 18 from a California high school, and who continues his or education at a California institution of higher 20 education within one year of high school graduation or on 21 or before January 1, 2001, shall be exempt from 22 nonresident tuition at the California State University. In 23 order to avail himself or herself of the exemption 24 provided by this subdivision, a student precluded from 25 establishing California residency by subdivision (h) of 26 Section 68062 shall submit a declaration to the campus of 27 the California State University that he or she attends 28 declaring his or her intent to seek the legalization of his or her immigration status.